

Department of Finance  <p style="text-align: center;"><b>STATE OF CALIFORNIA MANUAL OF STATE FUNDS</b></p>		<b>Fund: 3092a</b>  <b>PAGE 1</b> Renumbered From:
<b><u>Legal Title</u></b> Gap Repayment Fund		
<b><u>Legal Citation/Authority</u></b> Chapter 211, Statutes of 2004 (SB 1096) as amended by Chapter 610, Statutes of 2004 (AB 2115) Revenue and Taxation Code 10754.11		
<b><u>Fund Classification</u></b>  <b><u>GAAP Basis</u></b> Governmental/Special Revenue Funds		<b><u>Fund Classification</u></b>  <b><u>Legal Basis</u></b> Governmental/Other Governmental Cost Funds
<b><u>Purpose</u></b> Chapter 211, Statutes of 2004, reduced the vehicle license fee rate from 2 percent to 0.65 percent and eliminated the State General Fund offset program. The loss of revenues to cities and counties from this change would be replaced with additional property tax revenues that would be shifted from schools.  On August 15, 2006, the Controller will transfer from the General Fund to the Gap Repayment Fund, an amount equal to the total amount of offsets that were applied to new vehicle registrations before October 1, 2003, and that were applied to vehicle license fees with a due date before October 1, 2003, that were not transferred into the Motor Vehicle License Fee Account in the Transportation Tax Fund and the Local Revenue Fund due to the operation of Item 9100-102-0001 of Section 2.00 of the Budget Act of 2003.		
<b><u>Administering Agency/Organization Code</u></b> Local Government Financing/Org 9210		
<b><u>Major Revenue Source</u></b> Transfer from the General Fund.		
<b><u>Disposition of Fund (upon abolishment)</u></b> Pursuant to Government Code 16346, in the absence of language that identifies a successor fund, any balance remaining in this fund upon abolishment shall be transferred to the General Fund.		
<b><u>Appropriation Authority</u></b> Pursuant to Section 10754.11(2)(b): The money in the Gap Repayment Fund are appropriated to the Controller for allocation by the Controller to each city, county, and city and county in an amount equal to the amount that was not allocated to each of these entities due to the operation of Item 9100-102-0001 of Section 2.00 of the Budget Act of 2003, less any amount that was allocated to each entity under clause (ii) of subparagraph (D) of paragraph (3) of subdivision (a) of Section 10754, as that Section read on June 30, 2004.		
<b><u>State Appropriations Limit</u></b> <b>Always Excluded</b> – The major revenue source is transferred from another fund which has already been counted or will be counted in an included or always excluded fund and should not be double counted.		

**Comments/Historical Information**

On March 14, 2013 this fund was abolished pursuant to Government Code section 13306 (b).